

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC)	
SERVICE COMMISSION OF THE APPLICA-)	
TION OF THE FUEL ADJUSTMENT CLAUSE)	CASE NO. 90-385
OF SALT RIVER RURAL ELECTRIC)	
COOPERATIVE CORPORATION FROM)	
NOVEMBER 1, 1988 TO OCTOBER 31, 1990)	

O R D E R

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on November 30, 1990 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Salt River Rural Electric Cooperative Corporation ("Salt River") from November 1, 1988 to October 31, 1990.

As a part of this review, the Commission ordered Salt River to submit certain information including, inter alia, its monthly fuel charges for the period under review and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Salt River has complied with this Order. The Commission further ordered that a public hearing be held in this case, but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

1. Salt River has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056.

2. East Kentucky Power Cooperative, Inc. ("EKPC"), the wholesale supplier of Salt River, has been authorized to transfer (roll-in) a 0.54 mills per Kwh increase in its base fuel cost to its base rates.¹

3. Salt River should be authorized to transfer (roll-in) a 0.57 mills per Kwh increase in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.54 mills per Kwh increase in EKPC's base rates and this can best be accomplished by an energy adder to each Kwh sold.

4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

1. The charges and credits applied by Salt River through the FAC for the period from November 1, 1988 to October 31, 1990 be and they hereby are approved.

2. Salt River be and it hereby is authorized to transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by EKPC from its FAC to its base rates.

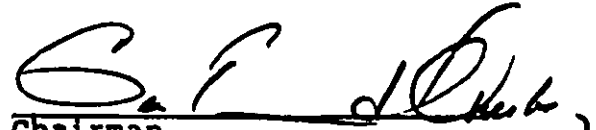
3. The rates in Appendix A are approved for service rendered by Salt River on and after May 1, 1991.

¹ Case No. 90-361, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. From November 1, 1988 to October 31, 1990.

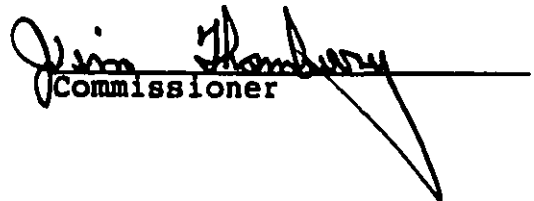
4. Within 30 days of the date of this Order, Salt River shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 3rd day of April, 1991.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-385 DATED 4/03/91

The following rates and charges are prescribed for the customers in the area served by Salt River Rural Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

SCHEDULE A-5 FARM AND HOME SERVICE

Rates:

First	40 KWH Per Month (minimum bill)	\$ 6.29	Per Month
Next	60 KWH Per Month	.07301	Per KWH
Next	100 KWH Per Month	.05964	Per KWH
Next	800 KWH Per Month	.05671	Per KWH
Next	1,000 KWH Per Month	.05357	Per KWH
Over	2,000 KWH Per Month	.04939	Per KWH

SCHEDULE A-5T FARM AND HOME SERVICE - TAXABLE

Rates:

First	40 KWH Per Month (Minimum)	\$6.29	Per Month
Next	60 KWH Per Month	.07301	Per KWH
Next	100 KWH Per Month	.05964	Per KWH
Next	800 KWH Per Month	.05671	Per KWH
Next	1,000 KWH Per Month	.05357	Per KWH
Over	2,000 KWH Per Month	.04939	Per KWH

RESIDENTIAL MARKETING RATE SCHEDULE R-1

RATES

All KWH	\$.03214
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SCHEDULE B-2
COMMERCIAL AND SMALL POWER SERVICE

Rates:

First	40 KWH Per Month (minimum bill)	\$6.61	Per Month
Next	60 KWH Per Month	.11172	Per KWH
Next	200 KWH Per Month	.08738	Per KWH
Next	700 KWH Per Month	.06941	Per KWH
Over	1,000 KWH Per Month	.06105	Per KWH

SCHEDULE LLP-1
LARGE POWER SERVICE (Over 37.5 - Under 500 KW)

Rates:

- \$.05327 per KWH for the first 50 KWH used per month
per KW of billing demand.
- \$.04491 per KWH for the next 50 KWH used per month
per KW of billing demand.
- \$.04264 per KWH for all remaining KWH used per month.

SCHEDULE LLP-2
LARGE POWER 500 KW UNDER 3,000 KW
(Secondary Voltage)

Rates:

Energy Charge

First	20,000 KWH Per Month	\$.05407	Per KWH
Next	20,000 KWH Per Month	.04070	Per KWH
Over	40,000 KWH Per Month	.03621	Per KWH

SCHEDULE OL
OUTDOOR LIGHTING SERVICE

Rate Per Fixture:

<u>Type of Fixture</u>	<u>Lumen Output</u>	<u>Rate</u>
Mercury Vapor or HPS	7000-9000	\$5.81 per month

SCHEDULE OL-1
STREET LIGHTING SERVICE

Rates:

First 40 KWH Per Month (minimum bill)	\$7.09	Per Month
Next 60 KWH Per Month	.09466	Per KWH
Next 100 KWH Per Month	.07230	Per KWH
Next 300 KWH Per Month	.05736	Per KWH
Over 500 KWH Per Month	.04524	Per KWH

SCHEDULE LLP-3
LARGE POWER 500 KW - 3,000 KW
(Primary Voltage)

Rates:

Energy Charge

First 20,000 KWH Per Month	\$.06061	Per KWH
Next 20,000 KWH Per Month	.04629	Per KWH
Over 40,000 KWH Per Month	.04180	Per KWH

SCHEDULE LLP-4-B1
LARGE POWER 1000 KW - 2999 KW

Rates:

<u>Energy Charge</u>	\$.03117	Per KWH
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SCHEDULE LLP-4-C1

Rates:

<u>Energy Charge</u>	\$.03117	Per KWH
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SCHEDULE LPR-1
LARGE POWER 3,000 KW AND OVER

Rates:

Energy Charge

First 100,000 KWH Per Month	\$.04466	Per KWH
Next 900,000 KWH Per Month	.03012	Per KWH
Over 1,000,000 KWH Per Month	.02547	Per KWH

SCHEDULE LPR-2

Rates:

Energy Charge

First	100,000 KWH Per Month	\$.04466 Per KWH
Next	900,000 KWH Per Month	.03012 Per KWH
Over	1,000,000 KWH Per Month	.02547 Per KWH

**SCHEDULE LPR-1-B2
LARGE POWER 3000 KW AND OVER**

Rates:

<u>Energy Charge</u>	\$.02632
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**SCHEDULE LPR-1-C2
LARGE POWER 3000 KW AND OVER**

Rates:

<u>Energy Charge</u>	\$.02632
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